

**REPORT OF THE AUDIT OF THE  
OLDHAM COUNTY  
FISCAL COURT**

**For The Fiscal Year Ended  
June 30, 2015**



**MIKE HARMON  
AUDITOR OF PUBLIC ACCOUNTS  
[www.auditor.ky.gov](http://www.auditor.ky.gov)**

**209 ST. CLAIR STREET  
FRANKFORT, KY 40601-1817  
TELEPHONE (502) 564-5841  
FACSIMILE (502) 564-2912**



## EXECUTIVE SUMMARY

### AUDIT OF THE OLDHAM COUNTY FISCAL COURT

June 30, 2015

The Auditor of Public Accounts has completed the audit of the Oldham County Fiscal Court for fiscal year ended June 30, 2015.

We have issued an unmodified opinion, based on our audit on the Statement of Receipts, Disbursements, and Changes in Fund Balances - Regulatory Basis of the Oldham County Fiscal Court. In accordance with OMB Circular A-133, we have issued an unmodified opinion on the compliance requirements that are applicable to Oldham County's major federal programs: Highway Planning and Construction (CFDA #20.205).

#### **Financial Condition:**

The Oldham County Fiscal Court had total receipts of \$22,216,066 and disbursements of \$22,555,203 in fiscal year 2015. This resulted in a total ending fund balance of \$22,262,026, which is an increase of \$6,241,910 from the prior year.

#### **Deposits:**

The Fiscal Court deposits were insured and collateralized by bank securities.



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**MIKE HARMON**  
**AUDITOR OF PUBLIC ACCOUNTS**

To the People of Kentucky  
Honorable Matthew G. Bevin, Governor  
William M. Landrum III, Secretary  
Finance and Administration Cabinet  
Honorable David Voegelé, Oldham County Judge/Executive  
Members of the Oldham County Fiscal Court

Independent Auditor's Report

**Report on the Financial Statement**

We have audited the accompanying Statement of Receipts, Disbursements, and Changes in Fund Balances - Regulatory Basis of the Oldham County Fiscal Court, for the year ended June 30, 2015, and the related notes to the financial statement which collectively comprise the Oldham County Fiscal Court's financial statement as listed in the table of contents.

**Management's Responsibility for the Financial Statement**

Management is responsible for the preparation and fair presentation of this financial statement in accordance with accounting practices prescribed or permitted by the Department for Local Government to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Audit Guide for Fiscal Court Audits* issued by the Auditor of Public Accounts, Commonwealth of Kentucky. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



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### **Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles**

As described more fully in Note 1 of the financial statement, the financial statement is prepared by the Oldham County Fiscal Court on the basis of the accounting practices prescribed or permitted by the Department for Local Government to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

### **Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Oldham County Fiscal Court as of June 30, 2015, or changes in financial position or cash flows thereof for the year then ended.

### **Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the fund balances of the Oldham County Fiscal Court as of June 30, 2015, and their respective cash receipts and disbursements, and budgetary results for the year then ended, in accordance with the basis of accounting practices prescribed or permitted by the Department for Local Government described in Note 1.

### **Other Matters**

Our audit was conducted for the purpose of forming an opinion on the financial statement taken as a whole of the Oldham County Fiscal Court. The budgetary comparison schedules, capital asset schedule, and the Schedule of Expenditure of Federal Awards, as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations are presented for purposes of additional analysis and are not a required part of the financial statement, however they are required to be presented in accordance with accounting practices prescribed or permitted by the Department for Local Government to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws.

The accompanying budgetary comparison schedules, capital asset schedule, and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparison schedules, capital asset schedule, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the financial statement as a whole.

To the People of Kentucky  
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Members of the Oldham County Fiscal Court

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated January 11, 2016 on our consideration of the Oldham County Fiscal Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Oldham County Fiscal Court's internal control over financial reporting and compliance.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Mike Harmon", with a long horizontal line extending to the right.

Mike Harmon  
Auditor of Public Accounts

January 11, 2016

OLDHAM COUNTY OFFICIALS

For The Year Ended June 30, 2015

**Fiscal Court Members:**

David Voegele	County Judge/Executive
Brent Likins	Magistrate
Wayne Theiss	Magistrate
Robert Leslie	Magistrate
Stephen Greenwell, Sr.	Magistrate
J.D. Sparks	Magistrate
Kevin Eldridge	Magistrate
Bob Dye	Magistrate
Michael Logsdon	Magistrate

**Other Elected Officials:**

John Carter	County Attorney
Mike Simpson	Jailer
Julie Barr	County Clerk
Rick Rash	Circuit Court Clerk
Steve Sparrow	Sheriff
Barbara A. Winters	Property Valuation Administrator
Brett Donner	Coroner

**Appointed Personnel:**

Melissa Horn	County Treasurer
J. Stanley Clark	Chief Financial Officer

**OLDHAM COUNTY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES  
IN FUND BALANCES - REGULATORY BASIS**

**For The Year Ended June 30, 2015**

**OLDHAM COUNTY**  
**STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES**  
**IN FUND BALANCES - REGULATORY BASIS**

**For The Year Ended June 30, 2015**

	<b>Budgeted Funds</b>		
	<b>General Fund</b>	<b>Road Fund</b>	<b>Jail Fund</b>
<b>RECEIPTS</b>			
Taxes	\$ 11,771,837	\$ 600,000	\$
In Lieu Tax Payments	565,000		
Excess Fees	300,000		
Licenses and Permits	554,779		
Intergovernmental	2,370,596	1,693,208	924,231
Charges for Services	442,308	20,100	172,302
Miscellaneous	283,885	35,063	61,298
Interest	43,615	9,861	
Total Receipts	<u>16,332,020</u>	<u>2,358,232</u>	<u>1,157,831</u>
<b>DISBURSEMENTS</b>			
General Government	5,241,326		
Protection to Persons and Property	3,825,657		2,008,551
General Health and Sanitation	931,786		
Social Services	170,400		
Recreation and Culture	1,644,980		
Roads		2,628,421	
Bus Services			
Other Transportation Facilities and Services			
Debt Service	523,428		
Capital Projects	875,616		
Administration	685,159		
Total Disbursements	<u>13,898,352</u>	<u>2,628,421</u>	<u>2,008,551</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>2,433,668</u>	<u>(270,189)</u>	<u>(850,720)</u>
<b>Other Adjustments to Cash (Uses)</b>			
Bond Proceeds			
Bond Premium			
Bond Discount			
Loan Payoff			
Payoff Defeasance Bonds			
Transfers From Other Funds	762,194	1,264,411	851,924
Transfers To Other Funds	(2,460,946)	(984,361)	(1,204)
Total Other Adjustments to Cash (Uses)	<u>(1,698,752)</u>	<u>280,050</u>	<u>850,720</u>
Net Change in Fund Balance	734,916	9,861	
Fund Balance - Beginning (Restated)	11,246,773	1,956,871	
Fund Balance - Ending	<u>\$ 11,981,689</u>	<u>\$ 1,966,732</u>	<u>\$ 0</u>
<b>Composition of Fund Balance</b>			
Bank Balance	\$ 13,102,085	\$ 1,966,732	\$
Plus: Deposits In Transit	2,676		
Less: Outstanding Checks	(1,123,072)		
Certificate of Deposits			
Fund Balance - Ending	<u>\$ 11,981,689</u>	<u>\$ 1,966,732</u>	<u>\$ 0</u>

The accompanying notes are an integral part of the financial statement.

**OLDHAM COUNTY**  
**STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES**  
**IN FUND BALANCES - REGULATORY BASIS**  
**For The Year Ended June 30, 2015**  
**(Continued)**

<b>Budgeted Funds</b>			
<b>Local Government Economic Assistance Fund</b>	<b>Central Dispatch Fund</b>	<b>Local Emergency Planning Committee Fund</b>	<b>County Police Accounts Fund</b>
\$ 152,870	\$ 661,105	\$	\$
1,007,225	85,159	1,199	4,555
548			
27,000			14,580
505		6	597
<u>1,188,148</u>	<u>746,264</u>	<u>1,205</u>	<u>19,732</u>
114,470	946,787	1,551	32,245
66,195			
158,528			
44,533			
1,154,652			
300,549			
<u>1,838,927</u>	<u>946,787</u>	<u>1,551</u>	<u>32,245</u>
<u>(650,779)</u>	<u>(200,523)</u>	<u>(346)</u>	<u>(12,513)</u>
255,655	349,101		
	(120,024)		
<u>255,655</u>	<u>229,077</u>		
(395,124)	28,554	(346)	(12,513)
393,243	104,494	3,719	98,129
<u>\$ (1,881)</u>	<u>\$ 133,048</u>	<u>\$ 3,373</u>	<u>\$ 85,616</u>
\$ 91,408	\$ 133,048	\$ 3,373	\$ 38,321
(93,289)			3
			47,292
<u>\$ (1,881)</u>	<u>\$ 133,048</u>	<u>\$ 3,373</u>	<u>\$ 85,616</u>

The accompanying notes are an integral part of the financial statement.

**OLDHAM COUNTY**  
**STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES**  
**IN FUND BALANCES - REGULATORY BASIS**  
**For The Year Ended June 30, 2015**  
**(Continued)**

	Unbudgeted Funds				Private Purpose Trust Fund	Total Funds
	General Obligation Bond Fund Series 2012	General Obligation Bond Fund Series 2014	Public Facilities Construction Corporation Fund	Jail Commissary Fund	Geographical Information Consortium Trust Fund	
<b>RECEIPTS</b>						
Taxes	\$	\$	\$	\$	\$	\$ 13,185,812
In Lieu Tax Payments						565,000
Excess Fees						300,000
Licenses and Permits						554,779
Intergovernmental		147,382	101,750		7,000	6,342,305
Charges for Services						635,258
Miscellaneous				150,077		571,903
Interest	5,844	245			336	61,009
Total Receipts	<u>5,844</u>	<u>147,627</u>	<u>101,750</u>	<u>150,077</u>	<u>7,336</u>	<u>22,216,066</u>
<b>DISBURSEMENTS</b>						
General Government						5,241,326
Protection to Persons and Property						6,929,261
General Health and Sanitation						997,981
Social Services					7,037	177,437
Recreation and Culture				157,585		1,961,093
Roads						2,628,421
Bus Services						44,533
Other Transportation Facilities and Services						1,154,652
Debt Service	169,895	256,815	101,750			1,051,888
Capital Projects		507,287				1,683,452
Administration						685,159
Total Disbursements	<u>169,895</u>	<u>764,102</u>	<u>101,750</u>	<u>157,585</u>	<u>7,037</u>	<u>22,555,203</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(164,051)</u>	<u>(616,475)</u>		<u>(7,508)</u>	<u>299</u>	<u>(339,137)</u>
<b>Other Adjustments to Cash (Uses)</b>						
Bond Proceeds		9,790,000				9,790,000
Bond Premium		358,543				358,543
Bond Discount		(37,496)				(37,496)
Loan Payoff		(1,500,000)				(1,500,000)
Payoff Defeasance Bonds	(2,030,000)					(2,030,000)
Transfers From Other Funds	83,250					3,566,535
Transfers To Other Funds						(3,566,535)
Total Other Adjustments to Cash (Uses)	<u>(1,946,750)</u>	<u>8,611,047</u>				<u>6,581,047</u>
Net Change in Fund Balance	(2,110,801)	7,994,572		(7,508)	299	6,241,910
Fund Balance - Beginning	2,110,801		46	39,089	66,951	16,020,116
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 7,994,572</u>	<u>\$ 46</u>	<u>\$ 31,581</u>	<u>\$ 67,250</u>	<u>\$ 22,262,026</u>
<b>Composition of Fund Balance</b>						
Bank Balance	\$	\$ 7,994,572	\$ 46	\$ 41,194	\$ 42,068	\$ 23,370,779
Deposits In Transit						2,679
Less Outstanding Checks				(9,613)		(1,225,974)
Certificate of Deposits					25,182	47,292
Ending Fund Balance	<u>\$ 0</u>	<u>\$ 7,994,572</u>	<u>\$ 46</u>	<u>\$ 31,581</u>	<u>\$ 67,250</u>	<u>\$ 22,262,026</u>

The accompanying notes are an integral part of the financial statement.

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**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**

**June 30, 2015**

**Note 1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

The financial statement of Oldham County includes all budgeted and unbudgeted funds under the control of the Oldham County Fiscal Court. Budgeted funds included within the reporting entity are those funds presented in the county's approved annual budget and reported on the quarterly reports submitted to the Department for Local Government. Unbudgeted funds may include non-fiduciary financial activities, private purpose trust funds and internal service funds that are within the county's control. Unbudgeted funds may also include any corporation to act as the Fiscal Court in the acquisition and financing of any public project which may be undertaken by the Fiscal Court pursuant to the provisions of Kentucky law and thus accomplish a public purpose of the Fiscal Court. The unbudgeted funds are not presented in the annual approved budget or in the quarterly reports submitted to the Department for Local Government.

The following entities: Oldham County Environmental Authority and the Oldham County Ambulance Taxing District would have been included in the reporting entity under accounting principles generally accepted in the United State of America (GAAP) as established by the *Government Accounting Standards Board*. However under the regulatory basis they are no longer are required components of the reporting entity. Audits of the following entities can be obtained from the Oldham Fiscal Court by contacting Chief Financial Officer Stan Clark, 100 West Jefferson Street, LaGrange, KY 40031. As of the end of field work the following audits were completed: Oldham County Environmental Authority and the Oldham County Ambulance Taxing District.

**B. Basis of Accounting**

The financial statement is presented on a regulatory basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the *Government Accounting Standards Board*. This basis of accounting involves the reporting of fund balances and the changes therein resulting from cash inflows (cash receipts) and cash outflows (cash disbursements) to meet the financial reporting requirements of the Department for Local Government and the laws of the Commonwealth of Kentucky.

This regulatory basis of accounting differs from GAAP primarily because the financial statement format does not include the GAAP presentations of government-wide and fund financial statements, cash receipts are recognized when received in cash rather than when earned and susceptible to accrual, and cash disbursements are recognized when paid rather than when incurred or subject to accrual.

Generally and except as otherwise provided by law, property taxes are assessed as of January 1, levied (mailed) November 1, due at discount November 30, due at face value December 31, delinquent January 1 following the assessment, and subject to sale ninety days following April 15.

**C. Basis of Presentation**

**Budgeted Funds**

The Fiscal Court reports the following budgeted funds:

General Fund - This is the primary operating fund of the Fiscal Court. It accounts for all financial resources of the general government, except where the Department for Local Government requires a separate fund or where management requires that a separate fund be used for some function.

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**C. Basis of Presentation (Continued)**

Road Fund - This fund is for road and bridge construction and repair. The primary sources of receipts for this fund are state payments for truck license distribution, municipal road aid, and transportation grants. The Department for Local Government requires the Fiscal Court to maintain these receipts and disbursements separately from the General Fund.

Jail Fund - The primary purpose of this fund is to account for the jail expenses of the county. The primary sources of receipts for this fund are reimbursements from the state and federal government, payments from other counties for housing prisoners, and transfers from the General Fund. The Department for Local Government requires the Fiscal Court to maintain these receipts and disbursements separately from the General Fund.

Local Government Economic Assistance Fund - The primary purpose of this fund is to account for grants and related disbursements. The primary sources of receipts for this fund are grants from the state and federal governments.

Central Dispatch Fund - The primary purpose of this fund is to account for the dispatch expenses of the county. The primary source of receipts for this fund is the 911 telephone surcharge.

Local Emergency Planning Committee (LEPC) Fund - The primary purpose of this fund is to account for emergency planning expenses of the county. The primary source of receipts for this fund is state grants.

Homeland Security Fund - The primary purpose of this fund is to account for some emergency equipment expenses of the county. The primary sources of receipts for this fund are federal and state grants. There was no activity in this fund in fiscal year 2015.

County Police Account Fund - The primary purpose of this fund is to account for additional law enforcement expenses of the county. The primary sources of receipts for this fund are fines and forfeitures.

**Unbudgeted Funds**

The Fiscal Court reports the following unbudgeted funds:

General Obligation Bond Fund, Series 2012 - The purpose of this fund is to account for debt service requirements of the general obligation refunding bond, Series 2012. The Department for Local Government does not require the Fiscal Court to report or budget this fund.

General Obligation Bond Fund, Series 2014 - The purpose of this fund is to account for debt service requirements of the general obligation bond, Series 2014 Oldham County Environmental Authority Project. The Department for Local Government does not require the Fiscal Court to report or budget this fund.

Public Facilities Construction Corporation Fund - The primary purpose of this fund is to account for the proceeds and debt service of revenue bonds that were issued to fund construction of public buildings.

Jail Commissary Fund - The canteen operations are authorized pursuant to KRS 441.135(1), which allows the jailer to sell snacks, sodas, and other items to inmates. The profits generated from the sale of those items are to be used for the benefit and to enhance the well-being of the inmates. KRS 441.135(2) requires the jailer to maintain accounting records and report annually to the county treasurer the receipts and disbursements of the Jail Commissary Fund.

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**C. Basis of Presentation (Continued)**

**Unbudgeted Funds (Continued)**

**Private Purpose Trust Funds**

Private-purpose trust funds, are used to report all trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

The Fiscal Court has the following private purpose trust fund:

Oldham County Geographical Information Consortium (OGIC) Fund - This fund accounts for funds received through an interlocal agreement with various governmental agencies in Oldham County. The purpose of this agreement is to conserve public resources and prevent unnecessary duplication of services, by utilization of certain technological improvements at Oldham County Planning and Development described as Geographic Information System (GIS) Technology. The balance in the OGIC Fund as of June 30, 2015 was \$67,250.

**D. Budgetary Information**

Annual budgets are adopted on a regulatory basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the Government Accounting Standards Board and according to the laws of Kentucky as required by the State Local Finance Officer.

The County Judge/Executive is required to submit estimated receipts and proposed disbursement to the Fiscal Court by May 1 of each year. The budget is prepared by fund, function, and activity and is required to be adopted by the Fiscal Court by July 1.

The Fiscal Court may change the original budget by transferring appropriations at the activity level; however, the Fiscal Court may not increase the total budget without approval by the State Local Finance Officer. Disbursements may not exceed budgeted appropriations at the activity level.

The State Local Finance Officer does not require the Jail Commissary Fund to be budgeted because the Fiscal Court does not approve the expenses of this fund.

The State Local Finance Officer does not require the Public Facilities Construction Corporation Fund or the General Obligation Bond Funds to be budgeted. Bond indentures and other relevant contractual provisions require specific payments to and from these funds annually.

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**E. Oldham County Elected Officials**

Kentucky law provides for election of the officials below from the geographic area constituting Oldham County. Pursuant to state statute, these officials perform various services for the Commonwealth of Kentucky, its judicial courts, the Fiscal Court, various cities and special districts within the county, and the Board of Education. In exercising these responsibilities, however, they are required to comply with state laws. Audits of their financial statements are issued separately and individually and can be obtained from their respective administrative offices. These financial statements are not required to be included in the financial statement of Oldham County Fiscal Court.

- Circuit Court Clerk
- County Attorney
- Property Valuation Administrator
- County Clerk
- County Sheriff

**F. Deposits and Investments**

The government's fund balance is considered to be cash on hand, demand deposits, certificates of deposit, and short-term investments with original maturities of three months or less from the date of acquisition. The government's fund balance includes cash and cash equivalents and investments.

KRS 66.480 authorizes the county to invest in the following, including but not limited to, obligations of the United States and of its agencies and instrumentalities, obligations and contracts for future delivery or purchase of obligations backed by the full faith and credit of the United States, obligations of any corporation of the United States government, bonds or certificates of indebtedness of this state, and certificates of deposit issued by or other interest-bearing accounts of any bank or savings and loan institution which are insured by the Federal Deposit Insurance Corporation (FDIC) or which are collateralized, to the extent uninsured, by any obligation permitted by KRS 41.240(4).

**G. Long-term Obligations**

The fund financial statement recognizes bond interest, as well as bond issuance costs when received or when paid, during the current period. The principal amount of the debt and interest are reported as disbursements. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as disbursements. Debt proceeds are reported as other adjustments to cash.

**Note 2. Deposits**

The Fiscal Court maintained deposits of public funds with depository institutions insured by the Federal Deposit Insurance Corporation (FDIC) as required by KRS 66.480(1)(d). According to KRS 41.240(4), the depository institution should pledge or provide sufficient collateral which, together with FDIC insurance, equals or exceeds the amount of public funds on deposit at all times. In order to be valid against the FDIC in the event of failure or insolvency of the depository institution, this pledge or provision of collateral should be evidenced by an agreement between the county and the depository institution, signed by both parties, that is (a) in writing, (b) approved by the board of directors of the depository institution or its loan committee, which approval must be reflected in the minutes of the board or committee, and (c) an official record of the depository institution. These requirements were met.

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 2. Deposits (Continued)**

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a depository institution failure, the government's deposits may not be returned. The government does not have a deposit policy for custodial credit risk, but rather follows the requirements of KRS 41.240(4). As of June 30, 2015, all deposits were covered by FDIC insurance or a properly executed collateral security agreement.

**Note 3. Transfers**

The table below shows the interfund operating transfers for fiscal year 2015.

	General Fund	Road Fund	Jail Fund	Central Dispatch Fund	Total Transfers In
General Fund	\$	\$ 706,940	\$ 1,204	\$ 54,050	\$ 762,194
Road Fund	1,264,411				1,264,411
Jail Fund	594,137	191,813		65,974	851,924
LGEA Fund	255,655				255,655
General Obligation Bond Fund	263,493	85,608			349,101
Central Dispatch Fund	83,250				83,250
Total Transfers Out	<u>\$ 2,460,946</u>	<u>\$ 984,361</u>	<u>\$ 1,204</u>	<u>\$ 120,024</u>	<u>\$ 3,566,535</u>

Reason for transfers:

To move resources from and to the General Fund and other funds, for budgetary purposes, to the funds that will expend them.

**Note 4. Agency Trust Funds**

Trust funds report only those resources held in a trust or custodial capacity for individuals, private organizations, or other governments.

The Fiscal Court has the following agency trust funds:

Planning and Zoning Bond Escrow Fund - This fund accounts for funds received from contractors, which are held until a project is finished. The balance in the Planning and Zoning Bond Escrow Fund as of June 30, 2015 was \$709,995.

County Police Seized Funds Fund - This fund accounts for funds seized by the Oldham County Police and is held until the court system issues orders on what to do with the funds. The balance in the County Police Seized Funds Fund as of June 30, 2015 was \$7,739.

**Note 5. Land Held For Resale**

Oldham County Fiscal Court issued general obligation notes of \$5,438,377, series 2008, dated November 25, 2008, for the purpose of refunding some of the Oldham-LaGrange Development Authority's (OLDA), a joint venture of Oldham County Fiscal Court and the City of LaGrange; General Obligation Lease Revenue Notes, Series A, 2005 and Series B, 2005 dated July 1, 2005. The Fiscal Court is to be paid from land sales by OLDA. In January 2012, the Fiscal Court paid off Series C of General Obligation Lease Revenue Notes of \$2,275,000 for OLDA.

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 5. Land Held For Resale (Continued)**

In addition to debt principal, the fiscal paid interest on behalf of OLDA of \$243,202 in fiscal year 2015. As of June 30, 2015, the Fiscal Court is due \$10,970,683, in proceeds from sale of land held by OLDA.

	Beginning Balance	Additions	Reductions	Ending Balance
OLDA	\$ 8,711,222	\$ 2,259,461	\$	\$ 10,970,683
Total	<u>\$ 8,711,222</u>	<u>\$ 2,259,461</u>	<u>\$ 0</u>	<u>\$ 10,970,683</u>

**Note 6. Long-term Debt**

**A. Oldham County Environmental Authority-Financing Obligations and Note Receivable**

On June 14, 2001, the Fiscal Court on behalf of the Oldham County Environmental Authority (formerly the Sewer District) entered into an agreement with the Kentucky Association of Counties Leasing Trust Program in the amount of \$4,000,000 at an interest rate of 4.94% for acquisition of various local wastewater treatment facilities, renovation thereto, and the professional and administrative fees incurred in this acquisition. The lease term is for 30 years with the balance to be paid in full on January 20, 2031. The Oldham County Environmental Authority makes the principal and interest payments to U.S. Bank (the trustee). The principal and note receivable balance on the lease was \$2,840,000 as of June 30, 2015. Principal payment requirements and scheduled interest for the remaining term of the agreement are as follows:

Fiscal Year Ended June 30	Principal	Scheduled Interest
2016	\$ 120,000	\$ 159,629
2017	125,000	152,644
2018	130,000	145,373
2019	140,000	137,697
2020	145,000	129,568
2021-2025	840,000	511,643
2026-2030	1,085,000	239,897
2031	<u>255,000</u>	<u>8,511</u>
Totals	<u>\$ 2,840,000</u>	<u>\$ 1,484,962</u>

**B. First Mortgage Revenue Bond, Refunding Series 2004-Courthouse**

Oldham County Public Facilities Construction Corporation issued first mortgage revenue bonds; Series 2004, dated November 1, 2004, to advance refund the 1994 series, which was used to fund renovation of the Oldham County Courthouse. The 2004 series bonds were issued at varying interest rates ranging from 1.9% to 3.5%, and were retired on February 1, 2015.

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 6. Long-term Debt (Continued)**

**C. General Obligation Bonds, Refunding Series 2009 and Note Receivable - Oldham County Sewer District Project**

Oldham County Fiscal Court issued general obligation notes of \$7,335,000, Series 2009, dated October 22, 2009, for the purpose of refunding 2005 Lease Project of the Oldham County Sewer District Lease Purchase Agreement dated December 13, 2005. The 2009 series bonds were issued at varying interest rates ranging from 2.0% to 4.0% and will be retired by October 1, 2029. Interest payments are due on April 1 and interest and principal on October 1. The Oldham County Sewer District makes the principal and interest payments to the trustee. The principal and note receivable balance on the bonds was \$6,130,000 as of June 30, 2015. Principal payment requirements and scheduled interest for the remaining term of the agreement are as follows:

Fiscal Year Ended June 30	Principal	Scheduled Interest
2016	\$ 320,000	\$ 219,090
2017	330,000	210,145
2018	335,000	200,335
2019	350,000	189,622
2020	360,000	177,995
2021-2025	2,000,000	686,002
2026-2030	2,435,000	250,900
Less Accrued Interest		(14,483)
Totals	<u>\$ 6,130,000</u>	<u>\$ 1,919,606</u>

**D. General Obligation Bonds, Refunding Series 2012**

Oldham County Fiscal Court issued general obligation bonds of \$4,055,000, Series 2012, dated December 19, 2012, for the purpose of refunding all or a portion of its outstanding County of Oldham, Kentucky General Obligation Bonds (Courthouse Annex Project), Series 2002, dated June 1, 2002, in the original principal amount of \$3,170,000 and General Obligation Lease Agreement (the "2005D Lease") with the Oldham-LaGrange Development Authority, in connection with the issuance of the Oldham-LaGrange Development Authority General Obligation Lease Revenue Bonds (County of Oldham) 2005 Series D, dated July 1, 2005, in the original principal amount of \$2,720,000. The 2012 series bonds were issued at varying interest rates ranging from 2.0% to 2.5% and will be retired by December 1, 2030. Interest payments are due on June 1 and interest and principal on December 1. Principal payment requirements and scheduled interest for the retirement of the bonds are as follows:

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 6. Long-term Debt (Continued)**

**D. General Obligation Bonds, Refunding Series 2012 (Continued)**

Fiscal Year Ended June 30	Principal	Scheduled Interest
2016	\$	\$ 83,250
2017	160,000	81,650
2018	515,000	74,900
2019	530,000	64,450
2020	535,000	53,800
2021-2025	1,485,000	142,300
2026-2030	685,000	58,787
2031	145,000	1,813
Totals	<u>\$ 4,055,000</u>	<u>\$ 560,950</u>

**E. General Obligation Note, Refunding Series 2012**

Oldham County Fiscal Court issued general obligation notes of \$3,075,000, Series 2012, dated November 30, 2012, for the purpose of financing the costs (not otherwise provided) of refinancing and refunding the outstanding County of Oldham, Kentucky General Obligation Refunding Notes (Oldham Reserve Project), Series 2008 (note 7D). The 2012 series notes were issued at an interest rate of 0.80% and will be retired by December 1, 2016. Interest payments are due on June 1 (one principal payment due June 1, 2014) and interest and principal on December 1. Principal payment requirements and scheduled interest for the retirement of the notes are as follows:

Fiscal Year Ended June 30	Principal	Scheduled Interest
2016	\$ 415,000	\$ 4,460
2017	<u>350,000</u>	<u>1,400</u>
Totals	<u>\$ 765,000</u>	<u>\$ 5,860</u>

**F. General Obligation Bonds, Refunding Series 2014 - Oldham County Environmental Authority Project And Note Receivable**

Oldham County Fiscal Court on behalf of the Oldham County Environmental Authority (formerly the Sewer District) issued general obligation bonds of \$9,790,000 Series 2014, dated November 1, 2014, for construction of certain extensions, additions and improvements to various local wastewater treatment facilities. The 2014 series bonds were issued at varying interest rates ranging from 3.0% to 3.2% and will be retired by December 1, 2034. The Oldham County Environmental Authority makes the principal and interest payments to the Fiscal Court. Interest payments are due on June 1 and interest and principal on December 1. Principal payment requirements and scheduled interest for the retirement of the bonds are as follows:

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 6. Long-term Debt (Continued)**

**F. General Obligation Bonds, Refunding Series 2014 - Oldham County Environmental Authority Project And Note Receivable (Continued)**

Fiscal Year Ended June 30	Principal	Scheduled Interest
2016	\$ 360,000	\$ 294,360
2017	375,000	283,335
2018	385,000	271,935
2019	395,000	260,235
2020	410,000	248,160
2021-2025	2,235,000	1,046,475
2026-2030	2,600,000	684,300
2031-2035	<u>3,030,000</u>	<u>248,480</u>
Totals	<u>\$ 9,790,000</u>	<u>\$ 3,337,280</u>

**G. Changes In Long-term Debt**

Long-term Debt activity for the year ended June 30, 2015, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General Obligation Bonds	\$ 10,495,000	\$ 9,790,000	\$ 310,000	\$ 19,975,000	\$ 680,000
General Obligation Notes	1,180,000		415,000	765,000	415,000
Revenue Bonds	100,000		100,000		
Financing Obligations	<u>2,950,000</u>		<u>110,000</u>	<u>2,840,000</u>	<u>120,000</u>
Total Long-term Debt	<u>\$ 14,725,000</u>	<u>\$ 9,790,000</u>	<u>\$ 935,000</u>	<u>\$ 23,580,000</u>	<u>\$ 1,215,000</u>

**Note 7. Commitment**

Oldham-LaGrange Development Authority, a joint venture of Oldham County Fiscal Court and City of LaGrange, issued General Obligation Lease Revenue Notes, 2005 Series A, 2005 Series B, 2005 Series C, and 2005 Series D dated July 1, 2005 for \$10,000,000, for the purchase of land and infrastructure improvements thereto, to be used for economic development purposes. These bonds were issued at varying interest rates ranging from 3.75% to 4.4%. On November 25, 2008, Oldham County Fiscal Court advance refunded the entire Series A and Series B notes. The series C was paid in full in fiscal year 2012. The Fiscal Court paid the principal of \$90,000, interest of \$95,795 for Series D in fiscal year 2014. The principal balance on series D as of June 30, 2015 is \$100,000. Also see note 6 Land Held for Resale.

**Note 8. Contingencies**

The County is involved in multiple lawsuits that arose from the normal course of doing business. While individually they may not be significant; in the aggregate, they could negatively impact the county's financial position. Due to the uncertainty of the litigation, a reasonable estimate of the financial impact on the county cannot be made at this time.

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 9. Employee Retirement System**

A. Plan Description

The Fiscal Court has elected to participate in the County Employees Retirement System (CERS), pursuant to KRS 78.530 administered by the Board of Trustees of the Kentucky Retirement Systems. This is a cost sharing, multiple employer defined benefit pension plan that covers all eligible regular full-time members employed in non-hazardous *and hazardous duty* positions in the county. The Plan provides for retirement, disability and death benefits to plan members. Retirement benefits may be extended to beneficiaries of the plan members under certain circumstances. Benefit contributions and provisions are established by statute.

Nonhazardous covered employees are required to contribute five percent of their salary to the plan. Nonhazardous covered employees who begin participation on or after September 1, 2008 are required to contribute six percent of their salary to the plan. The county's contribution rate for nonhazardous employees was 17.67 percent.

Hazardous covered employees are required to contribute eight percent of their salary to the plan. Hazardous covered employees who begin participation on or after September 1, 2008 are required to contribute nine percent of their salary to be allocated as follows: eight percent will go to the member's account and one percent will go to the KRS insurance fund. The county's contribution rate for hazardous employees was 34.31 percent.

In accordance with Senate Bill 2, signed by the Governor on April 4, 2013, plan members who began participating on, or after, January 1, 2014, were required to contribute to the Cash Balance Plan. The Cash Balance Plan is known as a hybrid plan because it has characteristics of both a defined benefit plan and a defined contribution plan. Members in the plan contribute a set percentage of their salary each month to their own account. Members contribute five percent (nonhazardous) and eight percent (hazardous) of their annual creditable compensation and one percent to the health insurance fund which is not credited to the member's account and is not refundable. The employer contribution rate is set annually by the Board based on an actuarial valuation. The employer contributes a set percentage of the member's salary. Each month, when employer contributions are received, an employer pay credit is deposited to the member's account. A member's account is credited with a four percent (nonhazardous) and seven and one-half percent (hazardous) employer pay credit. The employer pay credit represents a portion of the employer contribution.

The county's contribution for FY 2013 was \$1,531,534, FY 2014 was \$1,472,899, and FY 2015 was \$1,751,437.

Benefits fully vest on reaching five years of service for nonhazardous employees. Aspects of benefits for nonhazardous employees include retirement after 27 years of service or age 65. Nonhazardous employees who begin participation on or after September 1, 2008 must meet the rule of 87 (member's age plus years of service credit must equal 87, and the member must be a minimum of 57 years of age) or the member is age 65, with a minimum of 60 months service credit.

Aspects of benefits for hazardous employees include retirement after 20 years of service or age 55. For hazardous employees who begin participation on or after September 1, 2008 aspects of benefits include retirement after 25 years of service or the member is age 60, with a minimum of 60 months of service credit.

CERS also provides post-retirement health care coverage as follows:

For members participating prior to July 1, 2003, years of service and respective percentages of the maximum contribution are as follows:

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 9. Employee Retirement System (Continued)**

A. Plan Description (Continued)

<b>Years of Service</b>	<b>% paid by Insurance Fund</b>	<b>% Paid by Member through Payroll Deduction</b>
20 or more	100%	0%
15-19	75%	25%
10-14	50%	50%
4-9	25%	75%
Less than 4	0%	100%

As a result of House Bill 290 (2004 General Assembly), medical insurance benefits are calculated differently for members who began participation on or after July 1, 2003. Once members reach a minimum vesting period of ten years, non-hazardous employees whose participation began on or after July 1, 2003, earn ten dollars per month for insurance benefits at retirement for every year of earned service without regard to a maximum dollar amount. This dollar amount is subject to adjustment annually based on the retiree cost of living adjustment, which is updated annually due to changes in the Consumer Price Index.

Hazardous employees whose participation began on or after July 1, 2003, earn 15 dollars per month for insurance benefits at retirement for every year of earned service without regard to a maximum dollar amount. Upon the death of a hazardous employee, such employee's spouse receives ten dollars per month for insurance benefits for each year of the deceased employee's hazardous service. This dollar amount is subject to adjustment annually based on the retiree cost of living adjustment, which is updated annually due to changes in the Consumer Price Index.

KRS issues a publicly available annual financial report that includes financial statements and required supplementary information on CERS. This report may be obtained by writing the Kentucky Retirement Systems, 1260 Louisville Road, Frankfort, KY 40601-6124, or by telephone at (502) 564-4646.

B. Net Pension Liability

As promulgated by GASB Statement No. 68 the total pension liability for CERS was determined by an actuarial valuation as of June 30, 2014. The total net pension liability for all employers participating in CERS was determined by an actuarial valuation as of June 30, 2014, measured as of the same date and is as follows: non-hazardous \$3,244,377,000 and hazardous \$1,201,825,000, for a total net pension liability of \$4,446,202,000 as of June 30, 2014. Based on these requirements, Oldham County's proportionate share of the net pension liability as of June 30, 2015 is:

	<u>June 30, 2014</u>	<u>June 30, 2015</u>
Hazardous	\$ 8,813,000	\$ 7,892,000
Non-Hazardous	5,637,000	4,982,000
Totals	<u>\$ 14,450,000</u>	<u>\$ 12,874,000</u>

The complete actuarial valuation report including all actuarial assumptions and methods is publically available on the website at [www.kyret.ky.gov](http://www.kyret.ky.gov) or can be obtained as described in the paragraph above.

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 10. Deferred Compensation**

On February 4, 2000, the Oldham County Fiscal Court voted to allow all eligible employees to participate in deferred compensation plans administered by the Kentucky Public Employees' Deferred Compensation Authority. The Kentucky Public Employees' Deferred Compensation Authority is authorized under KRS 18A.230 to 18A.275 to provide administration of tax sheltered supplemental retirement plans for all state, public school and university employees and employees of local political subdivisions that have elected to participate.

These deferred compensation plans permits all full time employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Participation by eligible employees in the deferred compensation plans is voluntary.

Historical trend information showing the Kentucky Public Employees' Deferred Compensation Authority's progress in accumulating sufficient assets to pay benefits when due is presented in the Kentucky Public Employees' Deferred Compensation Authority's annual financial report. This report may be obtained by writing Kentucky Public Employees' Deferred Compensation Authority at 101 Sea Hero Road, Suite 110, Frankfort, KY 40601-8862, or by telephone at (502) 573-7925.

**Note 11. Flexible Spending Account**

The Fiscal Court, in Fiscal Court Order established a flexible spending account to provide employees an additional health and dependent care benefit. The County has contracted with McGregor & Associates, Inc., a third-party administrator, to administer the plan. The balance of the plan is \$1,426 as of June 30, 2015.

**Note 12. Insurance**

For the fiscal year ended June 30, 2015, Oldham County was a member of the Kentucky Association of Counties' All Lines Fund (KALF). KALF is a self-insurance fund and was organized to obtain lower cost coverage for general liability, property damage, public officials' errors and omissions, public liability, and other damages. The basic nature of a self-insurance program is that of a collectively shared risk by its members. If losses incurred for covered claims exceed the resources contributed by the members, the members are responsible for payment of the excess losses.

**Note 13. Related Party Transactions**

An assistant County Attorney received \$5,597 in land closing fees from Fiscal Court.

**Note 14. Prior Period Adjustments**

The beginning balance of the County Police Account Fund decreased by \$90, due to an error in prior year. The beginning balance of the Oldham County Geographical Information Consortium (OGIC) Fund of \$66,951 was included on the financial statement as a Private Purpose Trust Fund.

**OLDHAM COUNTY**  
**NOTES TO FINANCIAL STATEMENT**  
**June 30, 2015**  
**(Continued)**

**Note 15. Conduit Debt**

From time to time the county has issued bonds to provide financial assistance to Dynegy for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest, in accordance with KRS 103.210. This debt may take the form of certain types of limited-obligation revenue bonds, certificates of participation, or similar debt instruments. Although conduit debt obligations bear the Oldham County Fiscal Court's name as issuer, the Fiscal Court has no obligation for such debt beyond the resources provided by a lease or loan with the third party on whose behalf it is issued. Neither the Fiscal Court nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statement. As of June 30, 2015, there were four series of revenue bonds outstanding, with an aggregate principal amount payable of \$193,282,763.

**Note 16. Deficit Fund Balance**

As of June 30, 2015, the LGEA Fund had a deficit fund balance in the amount of \$1,881. This deficit was due to disbursements in excess of available cash resources for the year. KRS 68.110(1), states, "The fiscal court shall not in any year expend any money in excess of the amount annually levied and collected for that year or levied, collected or appropriated for any special purpose."

**OLDHAM COUNTY**  
**BUDGETARY COMPARISON SCHEDULES**  
**Supplementary Information - Regulatory Basis**

**For The Year Ended June 30, 2015**



**OLDHAM COUNTY**  
**BUDGETARY COMPARISON SCHEDULES**  
**Supplementary Information - Regulatory Basis**

**For The Year Ended June 30, 2015**

	<b>GENERAL FUND</b>			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>RECEIPTS</b>				
Taxes	\$ 10,894,000	\$ 10,894,000	\$ 11,771,837	\$ 877,837
In Lieu Tax Payments	565,000	565,000	565,000	
Excess Fees	292,100	292,100	300,000	7,900
Licenses and Permits	454,610	454,610	554,779	100,169
Intergovernmental	2,805,015	3,727,015	2,370,596	(1,356,419)
Charges for Services	504,622	504,622	442,308	(62,314)
Miscellaneous	245,586	245,586	283,885	38,299
Interest	16,500	16,500	43,615	27,115
<b>Total Receipts</b>	<b>15,777,433</b>	<b>16,699,433</b>	<b>16,332,020</b>	<b>(367,413)</b>
<b>DISBURSEMENTS</b>				
General Government	5,555,133	5,554,333	5,241,326	313,007
Protection to Persons and Property	4,094,718	4,065,618	3,825,657	239,961
General Health and Sanitation	994,207	994,207	931,786	62,421
Social Services	50,000	170,400	170,400	
Recreation and Culture	1,473,283	1,652,883	1,644,980	7,903
Debt Service	669,215	659,215	523,428	135,787
Capital Projects		1,150,000	875,616	274,384
Administration	895,464	855,464	685,159	170,305
<b>Total Disbursements</b>	<b>13,732,020</b>	<b>15,102,120</b>	<b>13,898,352</b>	<b>1,203,768</b>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	2,045,413	1,597,313	2,433,668	836,355
<b>Other Adjustments to Cash (Uses)</b>				
Transfers From Other Funds		35,000	762,194	727,194
Transfers To Other Funds	(2,052,101)	(2,093,789)	(2,460,946)	(367,157)
<b>Total Other Adjustments to Cash (Uses)</b>	<b>(2,052,101)</b>	<b>(2,058,789)</b>	<b>(1,698,752)</b>	<b>360,037</b>
Net Change in Fund Balance	(6,688)	(461,476)	734,916	1,196,392
Fund Balance Beginning	6,688	491,376	11,246,773	10,755,397
Fund Balance - Ending	<b>\$ 0</b>	<b>\$ 29,900</b>	<b>\$ 11,981,689</b>	<b>\$ 11,951,789</b>

**OLDHAM COUNTY**  
**BUDGETARY COMPARISON SCHEDULES**  
**Supplementary Information - Regulatory Basis**  
**For The Year Ended June 30, 2015**  
**(Continued)**

	<b>ROAD FUND</b>			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>RECEIPTS</b>				
Taxes	\$ 600,000	\$ 600,000	\$ 600,000	\$
Intergovernmental	1,964,118	1,964,118	1,693,208	(270,910)
Charges for Services			20,100	20,100
Miscellaneous			35,063	35,063
Interest	10,000	10,000	9,861	(139)
Total Receipts	<u>2,574,118</u>	<u>2,574,118</u>	<u>2,358,232</u>	<u>(215,886)</u>
<b>DISBURSEMENTS</b>				
Roads	2,942,935	2,942,935	2,628,421	314,514
Total Disbursements	<u>2,942,935</u>	<u>2,942,935</u>	<u>2,628,421</u>	<u>314,514</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(368,817)</u>	<u>(368,817)</u>	<u>(270,189)</u>	<u>98,628</u>
<b>Other Adjustments to Cash (Uses)</b>				
Transfers From Other Funds	368,817	368,817	1,264,411	895,594
Transfers To Other Funds			(984,361)	(984,361)
Total Other Adjustments to Cash (Uses)	<u>368,817</u>	<u>368,817</u>	<u>280,050</u>	<u>895,594</u>
Net Change in Fund Balance			9,861	9,861
Fund Balance Beginning			<u>1,956,871</u>	<u>1,956,871</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,966,732</u>	<u>\$ 1,966,732</u>

**OLDHAM COUNTY**  
**BUDGETARY COMPARISON SCHEDULES**  
**Supplementary Information - Regulatory Basis**  
**For The Year Ended June 30, 2015**  
**(Continued)**

**JAIL FUND**

	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>RECEIPTS</b>				
Intergovernmental	\$ 820,163	\$ 820,163	\$ 924,231	\$ 104,068
Charges for Services	114,738	114,738	172,302	57,564
Miscellaneous	39,075	39,075	61,298	22,223
Total Receipts	<u>973,976</u>	<u>973,976</u>	<u>1,157,831</u>	<u>183,855</u>
<b>DISBURSEMENTS</b>				
Protection to Persons and Property	2,066,869	2,066,869	2,008,551	58,318
Total Disbursements	<u>2,066,869</u>	<u>2,066,869</u>	<u>2,008,551</u>	<u>58,318</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(1,092,893)</u>	<u>(1,092,893)</u>	<u>(850,720)</u>	<u>242,173</u>
<b>Other Adjustments to Cash (Uses)</b>				
Transfers From Other Funds	1,092,893	1,092,893	851,924	(240,969)
Transfers To Other Funds			(1,204)	(1,204)
Total Other Adjustments to Cash (Uses)	<u>1,092,893</u>	<u>1,092,893</u>	<u>850,720</u>	<u>(242,173)</u>
Net Change in Fund Balance				
Fund Balance Beginning				
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**OLDHAM COUNTY**  
**BUDGETARY COMPARISON SCHEDULES**  
**Supplementary Information - Regulatory Basis**  
**For The Year Ended June 30, 2015**  
**(Continued)**

**LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND**

	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>RECEIPTS</b>				
Taxes	\$ 115,000	\$ 115,000	\$ 152,870	\$ 37,870
Intergovernmental	5,359,426	5,632,000	1,007,225	(4,624,775)
Charges for Services		9,880	548	(9,332)
Miscellaneous	50,000	52,000	27,000	(25,000)
Interest	300	300	505	205
Total Receipts	<u>5,524,726</u>	<u>5,809,180</u>	<u>1,188,148</u>	<u>(4,621,032)</u>
<b>DISBURSEMENTS</b>				
General Government				
Protection to Persons and Property	1,730	128,055	114,470	13,585
General Health and Sanitation		125,000	66,195	58,805
Recreation and Culture	227,674	271,551	158,528	113,023
Bus Services	43,000	45,000	44,533	467
Other Transportation Facilities and Services	5,331,761	5,220,201	1,154,652	4,065,549
Capital Projects	211,180	351,680	300,549	51,131
Total Disbursements	<u>5,815,345</u>	<u>6,141,487</u>	<u>1,838,927</u>	<u>4,302,560</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(290,619)</u>	<u>(332,307)</u>	<u>(650,779)</u>	<u>(318,472)</u>
<b>Other Adjustments to Cash (Uses)</b>				
Transfers From Other Funds	<u>290,619</u>	<u>332,307</u>	<u>255,655</u>	<u>(76,652)</u>
Total Other Adjustments to Cash (Uses)	<u>290,619</u>	<u>332,307</u>	<u>255,655</u>	<u>(76,652)</u>
Net Change in Fund Balance			(395,124)	(395,124)
Fund Balance Beginning			<u>393,243</u>	<u>393,243</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,881)</u>	<u>\$ (1,881)</u>

**OLDHAM COUNTY**  
**BUDGETARY COMPARISON SCHEDULES**  
**Supplementary Information - Regulatory Basis**  
**For The Year Ended June 30, 2015**  
**(Continued)**

<b>CENTRAL DISPATCH FUND</b>				
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>RECEIPTS</b>				
Taxes	\$ 655,000	\$ 655,000	\$ 661,105	\$ 6,105
Intergovernmental	86,380	121,380	85,159	(36,221)
Total Receipts	<u>741,380</u>	<u>776,380</u>	<u>746,264</u>	<u>(30,116)</u>
<b>DISBURSEMENTS</b>				
Protection to Persons and Property	1,034,465	1,034,465	946,787	87,678
Total Disbursements	<u>1,034,465</u>	<u>1,034,465</u>	<u>946,787</u>	<u>87,678</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(293,085)</u>	<u>(258,085)</u>	<u>(200,523)</u>	<u>57,562</u>
<b>Other Adjustments to Cash (Uses)</b>				
Transfers From Other Funds	293,085	258,085	349,101	91,016
Transfers To Other Funds			(120,024)	(120,024)
Total Other Adjustments to Cash (Uses)	<u>293,085</u>	<u>258,085</u>	<u>229,077</u>	<u>(29,008)</u>
Net Change in Fund Balance			28,554	28,554
Fund Balance Beginning			<u>104,494</u>	<u>104,494</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 133,048</u>	<u>\$ 133,048</u>

**OLDHAM COUNTY**  
**BUDGETARY COMPARISON SCHEDULES**  
**Supplementary Information - Regulatory Basis**  
**For The Year Ended June 30, 2015**  
**(Continued)**

**LOCAL EMERGENCY PLANNING COMMITTEE FUND**

	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>RECEIPTS</b>				
Intergovernmental	\$ 1,000	\$ 1,000	\$ 1,199	\$ 199
Interest			6	6
Total Receipts	<u>1,000</u>	<u>1,000</u>	<u>1,205</u>	<u>205</u>
<b>DISBURSEMENTS</b>				
Protection to Persons and Property	1,000	1,600	1,551	49
Total Disbursements	<u>1,000</u>	<u>1,600</u>	<u>1,551</u>	<u>49</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)		<u>(600)</u>	<u>(346)</u>	<u>254</u>
Net Change in Fund Balance		(600)	(346)	254
Fund Balance Beginning			<u>3,719</u>	<u>3,719</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ (600)</u>	<u>\$ 3,373</u>	<u>\$ 3,973</u>

**OLDHAM COUNTY**  
**BUDGETARY COMPARISON SCHEDULES**  
**Supplementary Information - Regulatory Basis**  
**For The Year Ended June 30, 2015**  
**(Continued)**

**COUNTY POLICE ACCOUNTS FUND**

	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>RECEIPTS</b>				
Intergovernmental	\$	\$	\$ 4,555	\$ 4,555
Miscellaneous	6,000	6,000	14,580	8,580
Interest	700	700	597	(103)
Total Receipts	<u>6,700</u>	<u>6,700</u>	<u>19,732</u>	<u>13,032</u>
<b>DISBURSEMENTS</b>				
Protection to Persons and Property	<u>6,700</u>	<u>36,000</u>	<u>32,245</u>	<u>3,755</u>
Total Disbursements	<u>6,700</u>	<u>36,000</u>	<u>32,245</u>	<u>3,755</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)		<u>(29,300)</u>	<u>(12,513)</u>	<u>16,787</u>
Net Change in Fund Balance		(29,300)	(12,513)	16,787
Fund Balance Beginning			<u>98,129</u>	<u>98,129</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ (29,300)</u>	<u>\$ 85,616</u>	<u>\$ 114,916</u>

**OLDHAM COUNTY**  
**NOTES TO REGULATORY SUPPLEMENTARY**  
**INFORMATION - BUDGETARY COMPARISON SCHEDULES**

**June 30, 2015**

**Note 1. Budgetary Information**

Annual budgets are adopted on a regulatory basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the Government Accounting Standards Board and according to the laws of Kentucky as required by the State Local Finance Officer.

The County Judge/Executive is required to submit estimated receipts and proposed disbursements to the Fiscal Court by May 1 of each year. The budget is prepared by fund, function, and activity and is required to be adopted by the Fiscal Court by July 1.

The Fiscal Court may change the original budget by transferring appropriations at the activity level; however, the Fiscal Court may not increase the total budget without approval by the State Local Finance Officer. Disbursements may not exceed budgeted appropriations at the activity level.

**OLDHAM COUNTY**  
**SUPPLEMENTARY SCHEDULE**  
**Supplementary Information - Regulatory Basis**  
**For The Year Ended June 30, 2015**



**OLDHAM COUNTY**  
**SCHEDULE OF CAPITAL ASSETS**  
**Supplementary Information - Regulatory Basis**

**For The Year Ended June 30, 2015**

The Fiscal Court reports the following schedule of capital assets:

	Beginning Balance	Additions	Deletions	Ending Balance
Land and Land Improvements	\$ 2,353,246	\$ 210,401	\$	\$ 2,563,647
Construction In Progress	1,514,389	1,923,899	70,815	3,367,473
Buildings	16,180,335			16,180,335
Land and Building Improvements	2,721,871	463,960	18,278	3,167,553
Vehicles	3,407,901	434,227	195,816	3,646,312
Equipment	4,123,412	232,977	35,897	4,320,492
Infrastructure	23,011,325	1,584,493		24,595,818
 Total Capital Assets	 <u>\$ 53,312,479</u>	 <u>\$ 4,849,957</u>	 <u>\$ 320,806</u>	 <u>\$57,841,630</u>

**OLDHAM COUNTY**  
**NOTES TO REGULATORY SUPPLEMENTARY**  
**INFORMATION - SCHEDULE OF CAPITAL ASSETS**

**June 30, 2015**

**Note 1. Capital Assets**

Capital assets, which include land, land improvements, buildings, furniture and office equipment, building improvements, machinery, equipment, and infrastructure assets (roads and bridges) that have a useful life of more than one reporting period based on the government's capitalization policy, are reported as other information. Such assets are recorded at historical cost or estimated historical cost when purchased or constructed.

	Capitalization Threshold	Useful Life (Years)
Land Improvements	\$ 5,000	20-25
Buildings and Building Improvements	\$ 5,000	10-60
Equipment	\$ 5,000	3-20
Vehicles	\$ 5,000	3-12
Infrastructure	\$ 5,000	12-25

**Note 2. Prior Period Adjustment**

Land and Infrastructure were increased by \$63,328, and \$3, respectively, and Buildings were decreased by \$490,595 due to errors in prior year.

**OLDHAM COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**



**OLDHAM COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**Fiscal Year Ended June 30, 2015**

Federal Grantor CFDA #	Program Title	Pass-Through Grantor's Number	Expenditures
<u>U. S. Department of Transportation</u>			
<i>Passed-Through State Transportation Cabinet:</i>			
* 20.205	Highway Planning and Construction	Multiple	\$ 534,602
20.600	State and Community Highway Safety	Multiple	<u>45,133</u>
Total U.S. Department of Transportation			<u><u>579,735</u></u>
<u>U.S. Environmental Protection Agency</u>			
<i>Passed-Through State Division of Water:</i>			
66.460	Nonpoint Source Implementation Grants	Multiple	<u>\$ 17,601</u>
Total U.S. Environmental Protection Agency			<u><u>17,601</u></u>
<u>U.S. Department of Homeland Security</u>			
<i>Passed-Through State Office of Homeland Security:</i>			
97.042	Emergency Management Performance Grants	Multiple	\$ 30,741
97.067	Homeland Security Grant Program	PO20941400002837-1	<u>22,500</u>
Total U.S. Department of Homeland Security			<u><u>53,241</u></u>
<u>U.S. Department of Health and Human Services</u>			
93.276	Drug-Free Communities Support Program	1H79SP020554-01	<u>\$ 66,195</u>
Total U.S. Department of Health and Human Services			<u><u>66,195</u></u>
<u>U.S. Department of the Interior/National Park Service</u>			
<i>Passed-Through State Department for Local Government:</i>			
15.916	Outdoor Recreation, Acquisition, Development and	21-01454	<u>\$ 3,756</u>
Total U.S. Department of the Interior/National Park Service			<u><u>3,756</u></u>
<u>U.S. Department of Justice</u>			
16.922	Equitable Sharing Program	KY093400	<u>\$ 19,527</u>
Total U.S. Department of Justice			<u><u>19,527</u></u>
Total Expenditures of Federal Awards			<u><u>\$ 740,055</u></u>

\*Tested as Major Program or Cluster

**OLDHAM COUNTY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Fiscal Year Ended June 30, 2015**

Note 1 - The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Oldham County, Kentucky and is presented on a modified cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

Note 2 - Noncash Expenditures

There were no noncash expenditures of federal awards for fiscal year 2015.

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND  
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENT PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**





**MIKE HARMON**  
**AUDITOR OF PUBLIC ACCOUNTS**

The Honorable David Voegelé, Oldham County Judge/Executive  
Members of the Oldham County Fiscal Court

**Report On Internal Control Over Financial Reporting And  
On Compliance And Other Matters Based On An Audit Of The Financial  
Statement Performed In Accordance With Government Auditing Standards**

**Independent Auditor's Report**

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the Statement of Receipts, Disbursements, and Changes in Fund Balances - Regulatory Basis of the Oldham County Fiscal Court for the fiscal year ended June 30, 2015 and the related notes to the financial statement which collectively comprise the Oldham County Fiscal Court's financial statement and have issued our report thereon dated January 11, 2016.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statement, we considered the Oldham County Fiscal Court's internal control over financial reporting (internal control) to determine audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the Oldham County Fiscal Court's internal control. Accordingly, we do not express an opinion on the effectiveness of the Oldham County Fiscal Court's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



Report On Internal Control Over Financial Reporting  
And On Compliance And Other Matters Based On An Audit Of The Financial  
Statement Performed In Accordance With Government Auditing Standards  
(Continued)

**Compliance And Other Matters**

As part of obtaining reasonable assurance about whether the Oldham County Fiscal Court's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Mike Harmon", with a long horizontal flourish extending to the right.

Mike Harmon  
Auditor of Public Accounts

January 11, 2016

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM  
AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133**





**MIKE HARMON**  
**AUDITOR OF PUBLIC ACCOUNTS**

The Honorable David Voegelé, Oldham County Judge/Executive  
Members of the Oldham County Fiscal Court

Report On Compliance For Each Major Federal Program  
And Report On Internal Control Over Compliance  
In Accordance With OMB Circular A-133

Independent Auditor's Report

**Report on Compliance for Each Major Federal Program**

We have audited the Oldham County Fiscal Court's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the Oldham County Fiscal Court's major federal programs for the year ended June 30, 2015. Oldham County Fiscal Court's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the Oldham County Fiscal Court's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Oldham County Fiscal Court's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the Oldham County Fiscal Court's compliance with those requirements.



Report On Compliance For Each Major Federal Program  
And Report On Internal Control Over Compliance  
In Accordance With OMB Circular A-133  
(Continued)

### Opinion on Each Major Federal Program

In our opinion, Oldham County Fiscal Court complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

### Report on Internal Control over Compliance

Management of the Oldham County Fiscal Court is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Oldham County Fiscal Court's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Oldham County Fiscal Court's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,



Mike Harmon  
Auditor of Public Accounts

January 11, 2016

**OLDHAM COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For The Year Ended June 30, 2015**



**OLDHAM COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**Fiscal Year Ended June 30, 2015**

**Section I: Summary of Auditor's Results**

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Are any material weaknesses identified?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Are any significant deficiencies identified not considered to be material weaknesses?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> None Reported
Is any noncompliance material to financial statements noted?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

***Federal Awards***

Type of auditor's report issued on compliance for major programs: Unmodified

Internal control over major programs:

Are any material weaknesses identified?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Are any significant deficiencies identified not considered to be material weaknesses?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> None Reported
Are any audit findings disclosed that are required to be reported in accordance with <u>U.S. Office of Management and Budget Circular A-133, Audits of State, Local Governments, and Non-Profit Organizations, Section .510(a)</u> ?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

Identification of major programs:

CFDA Numbers and Name of Federal Program or Cluster

#20.205 Highway Planning and Construction (Federal-Aid Highway Program)
-------------------------------------------------------------------------

Enter the dollar threshold used to distinguish between Type A and Type B programs:	\$300,000
------------------------------------------------------------------------------------	-----------

Is the auditee qualified as a low-risk auditee?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
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**OLDHAM COUNTY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Fiscal Year Ended June 30, 2015**  
**(Continued)**

**Section II: Findings - Financial Statement Audit**

None.

**Section III: Findings And Questioned Costs - Major Federal Awards Program Audit**

None.

**Section IV: Summary Schedule of Prior Audit Findings (FEDERAL FINDINGS ONLY)**

None.

**CERTIFICATION OF COMPLIANCE -  
LOCAL GOVERNMENT ECONOMIC ASSISTANCE PROGRAM**

**OLDHAM COUNTY FISCAL COURT**

**For The Fiscal Year Ended  
June 30, 2015**



CERTIFICATION OF COMPLIANCE  
LOCAL GOVERNMENT ECONOMIC ASSISTANCE  
OLDHAM COUNTY FISCAL COURT

For The Fiscal Year Ended June 30, 2015

The Oldham County Fiscal Court hereby certifies that assistance received from the Local Government Economic Assistance Program was expended for the purpose intended as dictated by the applicable Kentucky Revised Statutes.

  
\_\_\_\_\_  
David Voegel  
County Judge/Executive

  
\_\_\_\_\_  
Melissa Horn  
County Treasurer

